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September 25, 2012

VIA ELECTRONIC FILING

Jocelyn Boyd, Chief Clerk of the Commission
Public Service Commission of South Carolina
Post Office Drawer 11649
Columbia, South Carolina 29211

**Re: Application of Duke Energy Carolinas, LLC for Authorization to
Issue and Sell Securities Pursuant to S.C. Code § 58-27-1720
Docket No. 2007-338-E**

Dear Mrs. Boyd:

On behalf of Duke Energy Carolinas, LLC, enclosed for filing in the above referenced docket please find the Report of Issue and Sale of Securities. By copy of this letter we are serving the same on the Office of Regulatory Staff in electronic format.

If you have any questions, please let me know.

Respectfully submitted,

Timika Shafeek-Horton

Enclosures

cc: Dan F. Arnett, ORS Chief of Staff (via email)
Nanette Edwards, ORS Attorney (via email)
Robert T. Lucas, III, Esquire (via email)

BEFORE

THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

Docket No. 2007-338-E

In the Matter of)	
Application of Duke Energy Carolinas, LLC)	REPORT OF ISSUE AND SALE
for authorization under Article 13, Chapter 27,)	OF SECURITIES
Title 58 of the Code of Laws of South)	
Carolina (1976, as amended) to Issue and Sell)	
Securities		

1. Securities Issued and Sold

Duke Energy Carolinas, LLC (the "Company") hereby reports that, pursuant to the authority granted by the Commission in Order No. 2012-287 in this docket, on September 21, 2012, the Company issued and sold \$650,000,000 aggregate principal amount of its First and Refunding Mortgage Bonds, 4.00% Series due 2042 (the "Mortgage Bonds"), pursuant to an underwriting agreement, dated as of September 18, 2012, with Barclays Capital Inc., RBS Securities Inc., Scotia Capital (USA) Inc. and UBS Securities LLC, as representatives of the several underwriters named therein (the "Underwriters"). The Mortgage Bonds were sold to the Underwriters at a discount to their principal amount. The Mortgage Bonds were issued under the First and Refunding Mortgage, dated as of December 1, 1927, as amended by the Ninety-Fifth Supplemental Indenture (the "Ninety-Fifth Supplemental Indenture"), dated as of September 21, 2012, between the Company and The Bank of New York Trust Company, N.A., as Trustee. The Ninety-Fifth Supplemental Indenture, the Underwriting Agreement and the prospectus describing the Mortgage Bonds contain further details on the Mortgage Bonds. Such documents are attached hereto as exhibits and are incorporated by reference to this description of the Mortgage Bonds.

Following is an itemized statement of expenses, other than underwriting compensation, incurred by the Company in effecting the Mortgage Bonds offering. Certain of such expenses are estimates.

Accounting Fees	\$	40,000
Legal Fees and Expenses	\$	45,000
Printing Costs	\$	20,000
Rating Agency Fees	\$	451,850
SEC Registration Fee	\$	74,490
Trustee Fees	\$	6,500
Miscellaneous	\$	1,000
TOTAL	\$	638,840

2. Remaining Authority under Commission Order

The securities reported herein represent \$650,000,000 of the \$2,000,000,000 initially authorized by the Commission in its Order in this Docket. After issuance of such securities, a balance of \$1,350,000,000 remained authorized under this Docket.


3. Exhibits

Pursuant to the Commission's Order, there are attached hereto and made a part of this Report the following exhibits:

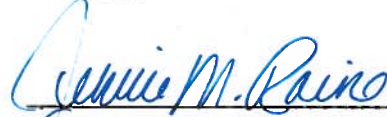
1. Prospectus Supplement dated September 18, 2012, describing the Mortgage Bonds offering.
2. Underwriting Agreement dated September 18, 2012, between the Company and the Underwriters relating to the offering of the Mortgage Bonds.
3. Ninety-Fifth Supplemental Indenture to First and Refunding Mortgage.

Respectfully submitted this 25th day of September, 2012.

DUKE ENERGY CAROLINAS, LLC

By: 
Assistant Secretary

Sworn to and subscribed before me
this 25th day of September, 2012.


Notary Public
My Commission Expires: 8/12/2016

[SEAL]